



Olene S. Walker  
Governor  
Robert L. Morgan  
Executive Director  
Lowell P. Braxton  
Division Director

# State of Utah

DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

1594 West North Temple, Suite 1210  
PO Box 145801  
Salt Lake City, Utah 84114-5801  
801-538-5340  
801-359-3940 (Fax)  
801-538-7223 (TDD)

SOUTHWEST STONE  
421 N 250 E  
KANAB UT 84741

ATTENTION: MIKE DETTAMANTI - D WOOD

## ANNUAL PERMIT FEE

Annual Permit Fees (July 2004 thru June 2005)

|                                  |                       |                   |                     |
|----------------------------------|-----------------------|-------------------|---------------------|
| <b>PROJECT NAME</b>              | <b>PROJECT ID</b>     | <b>ACRES</b>      | <b>BILLING DATE</b> |
| MILLCREEK 1, 2, & 3              | S530051               | NA                | 06/29/2004          |
| <b>PERMIT TYPE</b>               | <b>PROJECT STATUS</b> | <b>ANNUAL FEE</b> |                     |
| SMALL MINING OPERATION < 5 ACRES | SUSPENDED             | \$ 300            |                     |

|                 |                   |
|-----------------|-------------------|
| <b>DUE DATE</b> | <b>AMOUNT DUE</b> |
| 07/30/2004      | \$ 300            |

**Please see enclosed instructions for payment.**

*Please retain this portion for your records. For billing information call (801) 538-5291*

*This portion MUST be returned with your payment to ensure proper credit. THANK YOU*

|  |                   |                     |  |                   |
|--|-------------------|---------------------|--|-------------------|
| <b>ACCOUNT BILLED</b>                                      |                   | <b>PROJECT NAME</b> |  | <b>PROJECT ID</b> |
| SOUTHWEST STONE  |                   | MILLCREEK 1, 2, & 3 |  | S530051           |
| <b>DUE DATE</b>  | <b>ANNUAL FEE</b> | <b>AMOUNT DUE</b>   |  |                   |
| 07/30/2004   | \$ 300            | \$ 300              |  |                   |
| <b>TAX ID OR SOCIAL SECURITY #</b>                         |                   |                     |  |                   |
| <input type="checkbox"/> <b>FEE NOT ENCLOSED</b>           |                   |                     |  |                   |
| Permittee requests an inspection to close out this permit. |                   |                     |  |                   |
| <b>Change of Address</b>                                   |                   |                     |  |                   |
| Contact _____  |                   |                     |  |                   |
| Address _____  |                   |                     |  |                   |
| E-Mail Address _____                                       |                   |                     |  |                   |
| State _____  |                   | Zip _____           |  |                   |
| Phone _____  |                   |                     |  |                   |

DIVISION OF OIL GAS AND MINING  
1594 WEST NORTH TEMPLE SUITE 1210  
PO BOX 145801  
SALT LAKE CITY UT 84114-5801

Please make check payable to:  
**Division of Oil, Gas and Mining**





OLENE S. WALKER  
Governor  
GAYLE F. McKEACHNIE  
Lieutenant Governor

State of Utah  
DEPARTMENT OF NATURAL RESOURCES  
Division of Oil, Gas & Mining

ROBERT L. MORGAN  
Executive Director

LOWELL P. BRAXTON  
Division Director

June 28, 2004

Subject: Notification of Permit Fees for Fiscal Year 2004-2005 & "ANNOUNCEMENT"

Dear Permittee:

There have been several changes in the Minerals Regulatory Program during this past year. This letter and the enclosed "ANNOUNCEMENT" to all operators with active permits, serves as official notification of those changes.

**Permit Fees – no change**

We are now entering our seventh year of annual permit fee assessment as authorized by the Utah State Legislature in 1998. The fees remain at:

|                      |          |  |            |
|----------------------|----------|--|------------|
| Exploration projects | \$150.00 | Large Mines (less than 50 acres disturbed) | \$500.00   |
| Small Mines          | \$150.00 | Large Mines (over 50 acres disturbed)      | \$1,000.00 |

The minerals rules require the payment of an annual permit fee for all mining and exploration active permits (note: the mine/project may be inactive; however, if the site has not been fully reclaimed and officially released by the Division, the permit remains active and permit fees are required).

*Permit Fees for the 2004-2005 fiscal year are due by July 30, 2004, the last Friday of July.*

**Note:** If the site is fully reclaimed (*i.e., 3 growing seasons have passed & conditions meet the 70% pre-mining vegetation standard*) and you no longer wish to keep your permit active, you may *check the box* on the billing form requesting a site inspection (*see item #5 on reverse side of this sheet*). *Before you check the box requesting an inspection and file closure*, please make certain that all mining related waste, trash and debris have been removed, and that the vegetation is well established.

*Delinquent fee notifications will be turned over to the Utah Office of Debt Collection (see item #6 on the reverse side of this sheet).*

If you have any questions or concerns regarding this letter or the enclosed "Announcement", please contact Joelle Burns at (801) 538-5291, or Daron Haddock at 538-5325. Thank you for your expeditious attention to this annual permitting requirement.

Sincerely,

D. Wayne Hedberg  
Permit Supervisor  
Minerals Regulatory Program

DWH:jb  
Enclosure: ANNOUNCEMENT  
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## Instructions for Payment of Fees

### 1. Collection of Permit Fees

The Utah Legislature authorized the collection of permit fees in the Minerals Program July 1, 1998. The fees provide supplemental funding for processing and maintaining mining and exploration permit applications and inspection of those sites.

Please note: Some companies/operators may receive more than one billing form (i.e. multiple mines/projects). It is important to return each one of those forms to ensure proper credit.

### 2. Fees Are Assessed as Follows:

| <u>Notices of Intent</u>                                | <u>Annual Fee</u> |
|---|-------------------|
| Exploration Operations                                  | \$150.00          |
| Small Mining Operations (5 or less disturbed acres)     | \$150.00          |
| Large Mining Operations (less than 50 disturbed acres*) | \$500.00          |
| Large Mining Operations (more than 50 disturbed acres*) | \$1,000.00        |

### 3. Fees Due Date

Fees are due by the last Friday in July, for all permitted operations or applications presently under Division review. Fees will also be due upon submission of a new permit application or a permit amendment/revision which increases the acreage to a new fee category.

### 4. Failure to Pay

Failure to pay the required permit fee will automatically suspend an operator's authorization to mine or explore (site reclamation is still required by the operator). Permit revocation and an Order to reclaim the site may subsequently be required by the Board of Oil, Gas and Mining after Notice and Hearing. New permit applications require fee enclosure with the application, before it will be processed

### 5. Opportunity to Close Out a Permit

Permittees have the opportunity to close out a permit and not pay the fee. To be eligible to close out a permit, you must return the enclosed billing form with the appropriate box checked. You will then be contacted by the Division to arrange for an onsite inspection. The area must be fully reclaimed and in a stable condition to be eligible for closing out a permit. **If the area is suitably reclaimed, then NO FEE WILL BE DUE.** If the area is not yet suitably reclaimed, then a new billing notice will be issued and the permittee will be given 30 days from the date of the onsite inspection to pay the fee.

### 6. Delinquent Fees

All permit fees which remain uncollected 30 days after the due date will be turned over to the Utah Office of Debt Collection (ODC). Additional penalties, interest and collection fees will be assessed by the ODC. The Division will only accept delinquent fee payments upon verification from ODC that the amount for penalties, interest and collection fees have been included. Otherwise, payment of these fees must be made through ODC directly. You may contact them at (801) 538-3603.

### 7. Change of Address

Please note any address or telephone changes on the return form. (NOTE: An operator cannot be changed on this form. This must be accomplished through a formal Permit Transfer).

### 8. Questions or Comments

Please contact Daron Haddock at (801) 538-5325 or Joelle Burns at (801) 538-5291.

jb

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